



Carlos Jackson
Executive Director

**HOUSING AUTHORITY
of the County of Los Angeles**

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Gloria Molina
Yvonne Brathwaite Burke
Zev Yaroslavsky
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Michael D. Antonovich
Commissioners

March 20, 2007

Honorable Board of Commissioners
Housing Authority of the
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Commissioners:

**AMENDMENT NO. 4 TO THE AGREEMENT FOR THE PURCHASE
OF INTERIOR PAINT FOR MAINTENANCE OF HOUSING
AUTHORITY PROPERTIES (ALL DISTRICTS)
(3 Vote)**

IT IS RECOMMENDED THAT YOUR BOARD:

1. Find that Amendment No. 4 to the Agreement for the Purchase of Paint (Agreement) between the Housing Authority and Pervo Paint Company for the purchase of interior paint for the maintenance of Housing Authority properties is not subject to the provisions of the California Environmental Quality Act (CEQA), as described herein, because the activities are not defined as a project under CEQA.
2. Approve and authorize the Executive Director to execute Amendment No. 4 to the Agreement, and all related documents, to increase the compensation amount by \$68,317.50, from \$74,060 to \$142,377.50 to purchase paint on an annual basis for the second and third year of the Agreement. The total compensation over the three-year period will not exceed \$358,815.
3. Authorize the Executive Director to use a total of \$74,060 in Conventional Public Housing Program funds and \$68,317.50 in Capital Fund Program funds, both allocated by the U.S. Department of Housing and Urban Development (HUD), for the second year of the Agreement and \$142,377.50 for the third year of the Agreement, using funds to be approved through the annual budget process.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION:

The purpose of this action is to purchase quality paint over a three-year period, for 73 housing developments in Los Angeles County. The paint is requisitioned, on an as-needed basis, for routine property maintenance.

FISCAL IMPACT/FINANCING:

There is no impact on the County general fund. The maximum amount for all three years of the Contract, if fully extended, will be \$358,815.

The Board approved \$74,060 for the first year of the Contract, comprised of Conventional Public Housing Program funds.

The Housing Authority will extend the Contract for year two in the amount of \$142,377.50, comprised of \$74,060 in Conventional Public Housing Program funds and \$68,317.50 in Capital Fund Program funds.

Funds for year three of the Contract, if extended, will be requested through the Housing Authority's annual budget approval process.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

The Housing Authority manages over 3,600 units of senior and family housing at 73 sites throughout the County. The Housing Authority wishes to purchase an additional 3,750 gallons of paint that can be requisitioned as needed to maintain the interior of occupied and vacant units. The current allotment for purchased paint of 15,000 gallons per year has been insufficient to cover the increased number of vacant and occupied units that require painting.

Pervo Paint Company has requested an increase in the per gallon price for paint, which resulted from the rising costs of the petroleum used to manufacture products and added supplier transportation costs.

Should Pervo Paint Company require additional or replacement personnel during the term of the Agreement, it will give consideration for any such employment openings to participants in the County's Department of Public Social Services' Greater Avenues for Independence (GAIN) Program and General Relief Opportunity for Work (GROW) Program who meet the minimum qualifications for the open positions. Pervo Paint Company will contact the County's GAIN/GROW Division for a list of participants by job category.

The Amendment has been approved as to form by County Counsel and executed by Pervo Paint Company. On February 28, 2007, the Housing Commission recommended approval of the Agreement.

Honorable Board of Commissioners
March 20, 2007
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ENVIRONMENTAL DOCUMENTATION:

This amendment is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34 (a) (3) because it involves administrative activities that will not have a physical impact or result in any physical changes to the environment. The action is not subject to the provisions of California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines 15060 (c) (3) and 15378 because it is not defined as a project under CEQA and does not have the potential for causing a significant effect on the environment.

CONTRACTING PROCESS:

The Housing Authority initiated an Invitation for Bids in January of 2005. Pervo Paint Company was selected as the lowest, responsive bid. The Board of Commissioners approved the original contract on July 5, 2005.

IMPACT ON CURRENT PROJECT:

The purchase of the interior paint will ensure a supply of high quality paint to keep the Housing Authority's units in good condition.

Respectfully submitted,


for CARLOS JACKSON
Executive Director

Attachments: 2

**HOUSING AUTHORITY OF THE COUNTY OF LOS ANGELES
AGREEMENT FOR THE PURCHASE OF PAINT
AMENDMENT NO. 4**

This Amendment No. 4 to the Agreement for the Purchase of Paint (Agreement) is made the ___th day of March 2007 by and between the Housing Authority of the County of Los Angeles, hereinafter called the "Authority", and the Pervo Paint Company, hereinafter called the "Contractor".

WITNESSETH THAT:

WHEREAS, the Authority and the Contractor previously entered into the Agreement dated July 5, 2005, as amended on July 5, 2006 and August 15th, 2006.

WHEREAS, due to unforeseen circumstances the Authority and the Contractor desire to amend the Agreement to cover Contractor's increased manufacturing costs.

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that the Agreement be amended as follows:

- A. Amend Section 4 Compensation, to increase the total number of gallons purchased from 15,000 per year to 18,750 per year, and to increase the total compensation over three years from \$221,180 to \$358,815.
- B. All other terms and conditions of the Agreement shall remain the same and in full force and effect.

IN WITNESS WHEREOF, the parties hereto have caused this amendment to be executed as of the date first above written.

**THE HOUSING AUTHORITY OF THE
COUNTY OF LOS ANGELES**

By _____
Carlos Jackson
Executive Director

APPROVED AS TO FORM:
RAYMOND G. FORTNER, JR.
County Counsel

By _____
Deputy

PERVO PAINT COMPANY

By _____
Brad De Ruiter
President

APPROVED AS TO PROGRAM:
MARIA BADRAKHAN
Housing Management Division

By _____
Director